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## SENATE BILL 6718

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State of Washington 57th Legislature 2002 Regular Session

By Senators Fraser, Finkbeiner, Regala, Keiser, Jacobsen and Poulsen Read first time 01/28/2002. Referred to Committee on Environment, Energy & Water.

- 1 AN ACT Relating to state government as a leader in clean energy
- 2 consumption; amending RCW 43.21F.015 and 43.21F.045; adding new
- 3 sections to chapter 43.21F RCW; and creating a new section.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** (1) The legislature finds that:
- 6 (a) Energy production and consumption account for the vast majority 7 of human-caused greenhouse gas emissions;
- 8 (b) As a significant consumer of energy resources and a committed
- 9 steward of public health and environmental quality, Washington state
- 10 government is well-positioned to be a leader in promoting and using 11 clean energy;
- 12 (c) State government actions to promote and use clean energy are
- 13 consistent with the state's environmental commitments, including
- 14 addressing the increasingly imminent dangers to Washington's qualities
- 15 of life that are threatened by global climate changes and improving
- 16 local and regional air quality;
- 17 (d) State government actions to promote and use clean energy are
- 18 also consistent with the state's high priority policy objectives to

p. 1 SB 6718

- 1 maintain competitive energy costs and a reliable and secure supply of 2 energy resources; and
- 3 (e) State government actions to promote and use clean energy are 4 also consistent with the state's goals to support economic development 5 opportunities, by reducing traffic congestion and stimulating new and 6 emerging energy technologies within the clean energy industry of the 7 state's high-technology sector.
- 8 (2) The legislature intends state government to adopt a strategy to 9 meet its energy needs with no net emissions of greenhouse gases. The 10 legislature further intends the state to take immediate, short-term 11 steps to limit the emissions attributable to its electricity 12 consumption while developing a long-term, cost-effective strategy to 13 reach the goal of no net emissions.
- NEW SECTION. **Sec. 2.** A new section is added to chapter 43.21F RCW to read as follows:
- The definitions in this section apply throughout RCW 43.21F.015,
- 17 43.21F.045, and sections 5 and 6 of this act, unless the context 18 clearly requires otherwise.
- 19 (1) "Greenhouse gases" includes carbon dioxide (CO2), methane and 20 natural gas (CH4), and nitrous oxide (N2O).
- 21 (2) "Net emissions" means a quantity of emissions in excess of the 22 level of emissions attributable to the annual consumption of energy by 23 state government in the year 2000.
- 24 (3) "Qualified alternative energy resources" has the same meaning 25 as defined in RCW 19.29A.090.
- 26 (4) "State" and "state government" mean the executive branch 27 agencies of the state of Washington that are managed by governor-28 appointed executives and state institutions of higher education.
- 29 **Sec. 3.** RCW 43.21F.015 and 1994 c 207 s 3 are each amended to read 30 as follows:
- It is the policy of the state of Washington that:
- 32 (1) The development and use of a diverse array of energy resources 33 with emphasis on renewable energy resources shall be encouraged;
- 34 (2) The supply of energy shall be sufficient to insure the health 35 and economic welfare of its citizens;
- 36 (3) The development and use of energy resources shall be consistent 37 with the statutory environmental policies of the state;

SB 6718 p. 2

- 1 (4) Energy conservation and elimination of wasteful and uneconomic 2 uses of energy and materials shall be encouraged, and this conservation 3 should include, but is not limited to, resource recovery and materials 4 recycling;
- 5 (5) In energy emergency shortage situations, energy requirements to 6 maintain the public health, safety, and welfare shall be given priority 7 in the allocation of energy resources, and citizens and industry shall 8 be assisted in adjusting to the limited availability of energy in order 9 to minimize adverse impacts on their physical, social, and economic 10 well being;
- 11 (6) State government adopt a policy to meet its energy needs with 12 no net emissions of greenhouse gases;
- 13 <u>(7)</u> State government shall provide a source of impartial and 14 objective information in order that this energy policy may be enhanced; 15 and
- 16  $((\frac{7}{}))$  (8) The state energy strategy shall provide primary 17 guidance for implementation of the state's energy policy.
- 18 **Sec. 4.** RCW 43.21F.045 and 1996 c 186 s 103 are each amended to 19 read as follows:
- 20 (1) The department shall supervise and administer energy-related 21 activities as specified in RCW 43.330.904 and shall advise the governor 22 and the legislature with respect to energy matters affecting the state.
- 23 (2) In addition to other powers and duties granted to the 24 department, the department shall have the following powers and duties:

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(a) Prepare and update contingency plans for implementation in the event of energy shortages or emergencies. The plans shall conform to chapter 43.21G RCW and shall include procedures for determining when these shortages or emergencies exist, the state officers and agencies to participate in the determination, and actions to be taken by various agencies and officers of state government in order to reduce hardship and maintain the general welfare during these emergencies. The department shall coordinate the activities undertaken pursuant to this subsection with other persons. The components of plans that require legislation for their implementation shall be presented to the legislature in the form of proposed legislation at the earliest practicable date. The department shall report to the governor and the legislature on probable, imminent, and existing energy shortages, and

p. 3 SB 6718

- 1 shall administer energy allocation and curtailment programs in 2 accordance with chapter 43.21G RCW.
- 3 (b) Establish and maintain a central repository in state government 4 for collection of existing data on energy resources, including:
- 5 (i) Supply, demand, costs, utilization technology, projections, and 6 forecasts;
- 7 (ii) Comparative costs of alternative energy sources, uses, and 8 applications; and
- 9 (iii) Inventory data on energy research projects in the state 10 conducted under public and/or private auspices, and the results 11 thereof.
- 12 (c) Coordinate federal energy programs appropriate for state-level 13 implementation, carry out such energy programs as are assigned to it by 14 the governor or the legislature, and monitor federally funded local 15 energy programs as required by federal or state regulations.
- (d) Develop energy policy recommendations for consideration by the governor and the legislature, including but not limited to strategies and options to allow state government to meet its energy needs with no net emissions of greenhouse gases.
  - (e) Provide assistance, space, and other support as may be necessary for the activities of the state's two representatives to the Pacific northwest electric power and conservation planning council. To the extent consistent with federal law, the director shall request that Washington's council members request the administrator of the Bonneville power administration to reimburse the state for the expenses associated with the support as provided in the Pacific Northwest Electric Power Planning and Conservation Act (P.L. 96-501).
- (f) Cooperate with state agencies, other governmental units, and private interests in the prioritization and implementation of the state energy strategy elements and on other energy matters.
- 31 (g) Serve as the official state agency responsible for coordinating 32 implementation of the state energy strategy.
- (h) No later than December 1, 1982, and by December 1st of each even-numbered year thereafter, prepare and transmit to the governor and the appropriate committees of the legislature a report on the implementation of the state energy strategy and other important energy issues, as appropriate.

SB 6718 p. 4

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- 1 (i) Provide support for increasing cost-effective energy 2 conservation, including assisting in the removal of impediments to 3 timely implementation.
- 4 (j) Provide support for the development of cost-effective energy 5 resources including assisting in the removal of impediments to timely 6 construction.
- 7 (k) Adopt rules, under chapter 34.05 RCW, necessary to carry out 8 the powers and duties enumerated in this chapter.
- 9 (1) Provide administrative assistance, space, and other support as 10 may be necessary for the activities of the energy facility site 11 evaluation council, as provided for in RCW 80.50.030.
- 12 (m) Appoint staff as may be needed to administer energy policy 13 functions and manage energy facility site evaluation council 14 activities. These employees are exempt from the provisions of chapter 15 41.06 RCW.
- 16 (3) To the extent the powers and duties set out under this section 17 relate to energy education, applied research, and technology transfer 18 programs they are transferred to Washington State University.
- 19 (4) To the extent the powers and duties set out under this section 20 relate to energy efficiency in public buildings they are transferred to 21 the department of general administration.
- NEW SECTION. **Sec. 5.** A new section is added to chapter 43.21F RCW to read as follows:
- 24 (1) The department of general administration must ensure that a 25 portion of state government's electricity consumption be from qualified 26 alternative energy resources, energy conservation, and efficiency 27 measures implemented on or after January 1, 2002, or a combination 28 thereof, according to the following schedule:
  - (a) At least two percent by July 1, 2003;
- 30 (b) At least four percent by July 1, 2005;
- 31 (c) At least six percent by July 1, 2007;
- 32 (d) At least eight percent by July 1, 2009; and
- 33 (e) At least ten percent by July 1, 2011.
- 34 (2) The department of general administration must pursue, in 35 collaboration with the department of ecology, opportunities to sell,
- 36 trade, or receive other fair value for any emissions reductions credits
- 37 attributable to state government's shift to consumption of electricity
- 38 from qualified energy resources.

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p. 5 SB 6718

- NEW SECTION. Sec. 6. A new section is added to chapter 43.21F RCW to read as follows:
- In preparing the biennial energy report required under RCW 4.21F.045(2)(h) to be transmitted to the governor and the legislature
- 5 by December 1, 2002, the department must include the following
- 6 information:
- 7 (1) A measurement of the current and likely future greenhouse gas 8 emissions resulting from state government's current and projected 9 energy consumption;
- 10 (2) Identification of specific strategies and options to reduce or 11 offset the emissions by sufficient quantity and quality in order to 12 compensate for the greenhouse gas emissions attributable to the state 13 government's energy consumption. Strategies and options may include, 14 but need not necessarily be limited to, the following:
- 15 (a) Reducing the state's consumption of electricity through 16 aggressive pursuit of cost-effective energy conservation and efficiency 17 opportunities;
- (b) Increasing the proportion of electricity the state generates for its own use or purchases through an electric utility from qualified alternative energy resources;
- (c) Addressing transportation-related energy challenges such as improving the fuel efficiency of the state's vehicle fleet, using alternative fuels in the state's vehicle fleet, changing the ways state employees and contractors travel, and developing transportation substitutes for state employees and contractors; and
- 26 (d) Options for mitigation or offsets that directly avoid, 27 displace, or permanently sequester greenhouse gas emissions as close in 28 time as possible to the occurrence of the actual emissions;
- 29 (3) An analysis of the feasibility of extending the no net 30 emissions standard to state agencies other than those defined in 31 section 2(4) of this act, including but not limited to public 32 educational institutions; and
- 33 (4) A status report on the planning and progress related to 34 implementing section 5 of this act. The department of general 35 administration must provide the data necessary for the department to 36 make this status report, including baseline electricity consumption by 37 resource type and supplier.

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